

MAYOR & COUNCIL AGENDA COVER SHEET

MEETING DATE:

August 21, 2006

CALL TO PODIUM:

Jim Arnoult

RESPONSIBLE STAFF:

Jim Arnoult

AGENDA ITEM:

(please check one)

<input type="checkbox"/>	Presentation
<input type="checkbox"/>	Proclamation/Certificate
<input type="checkbox"/>	Appointment
<input type="checkbox"/>	Public Hearing
<input type="checkbox"/>	Historic District
<input type="checkbox"/>	Consent Item
<input type="checkbox"/>	Ordinance
<input checked="" type="checkbox"/>	Resolution
<input type="checkbox"/>	Policy Discussion
<input type="checkbox"/>	Work Session Discussion Item
<input type="checkbox"/>	Other:

PUBLIC HEARING HISTORY:

(Please complete this section if agenda item is a public hearing)

Introduced	
Advertised	
Hearing Date	
Record Held Open	
Policy Discussion	

TITLE:

Resolution of the Mayor and City Council Authorizing the City Manager to Extend the 2006 Street Resurfacing Contract (\$192,000)

SUPPORTING BACKGROUND:

On January 25, 2006, the Mayor and City Council authorized a contract for the 2006 Street resurfacing program with D&F Construction.

This resolution seeks additional funding to cover increases in patching for the repair of pavement failures and an increase in the cost of liquid asphalt.

A major portion of the resurfacing contract was in the Park Summit community. The contract includes patching to repair pavement failures prior to the resurfacing. The contract quantities for patching are estimated based primarily on visible damage existing prior to the preparation of the bid documents.

During patching operations this year several streets in Park Summit developed numerous additional pavement failures. As a result our estimated patching quantities were exceeded. This resolution authorizes the extension of the contract to cover the cost of the additional patching at the unit prices, terms and conditions of the original contract.

The street resurfacing contract was based on Maryland State Highway Administration (MSHA) specifications. The MSHA specifications contain a price adjustment for increases in the cost of liquid asphalt. While this clause has not been a factor in the past the dramatic rise in oil prices this year have caused liquid asphalt prices to increase from \$258 per ton of liquid asphalt in January to \$343 in May and \$371 in June. The price adjustment for this increase amounts to approximately \$53,000.

The cost of the additional patches and liquid asphalt price adjustment will be approximately \$192,000.

Funding for the work is available in CIP 83-1 (Street Resurfacing).

DESIRED OUTCOME:

Vote on Resolution

Resolution Request Form

REQUEST FORM FOR RESOLUTIONS PERTAINING
TO EXPENDITURES FROM THE CITY BUDGET
(CONTRACTS/PURCHASES, TRANSFER FUNDS)

(Please attach the Mayor and Council Agenda Cover Sheet to this Form. For contracts/purchases, the Cover Sheet MUST include a list of all bidders and bid amounts.)

Requested by: James D. Arnoult Date of City Council Meeting: August 21, 2006

AUTHORIZING

Purchase _____ Award Contract X Transfer Funds _____ Negotiate/
Execute a Contract _____

BID INFORMATION:

Advertisement Date	January 11, 2006
Newspaper(s)	Gaithersburg Gazette
Bids Opened/Tabulated (date)	January 25, 2006

DESCRIPTION OF ITEM(S):

(Be specific; include quantity, item name, model number, etc.)

Extend existing street resurfacing contract for additional patching and liquid asphalt price adjustment.

CONTRACTED/PURCHASE FROM:

Company Name: D. and F. Construction Co. Inc.

Street Address: 4017 Penn-Belt Place

P. O. Box Number _____

City/State/Zip: Forestville, MD 20747

CONTRACT/PURCHASE AMOUNT: \$192,000

Check One: In the Estimated Amount of X Not to Exceed

FUNDS TO BE EXPENDED FROM: Operating Budget _____ Capital Improvements Budget X

Account Number: CIP #83-1

Org: 3312 Object: 598000 Project: 83-1

(For Finance Department use only; not to be included in the Resolution)

VERIFICATION OF AVAILABILITY OF FUNDS

Available ✓ Not available


 Finance Dept. Date 8/15/06

RESOLUTION NO. _____

RESOLUTION OF THE MAYOR AND CITY COUNCIL
AUTHORIZING THE CITY MANAGER TO EXTEND
THE 2006 STREET RESURFACING CONTRACT

WHEREAS, an invitation to bid for the resurfacing of City streets was duly advertised in the January 11, 2006, issue of the *Gaithersburg Gazette*, and sealed bids were opened and tabulated on January 25, 2006; and

WHEREAS, the Mayor and Council determined on February 6, 2006, to award a contract for the work to D. & F. Construction, Company, Inc., the lowest bidder; and

WHEREAS, the contract provisions allow for work to be added at the unit prices bid; and

WHEREAS, it has been determined that additional patching and a liquid asphalt price adjustment are needed:

NOW, THEREFORE, BE IT RESOLVED by the Mayor and City Council of Gaithersburg, that the City Manager be and he hereby is authorized to extend the 2006 street resurfacing contract to resurface Main Street to D. & F. Construction Company, Inc., 4017 Penn-Belt Place, Forestville, Maryland 20747, in an amount estimated to be One Hundred Ninety-Two Thousand Dollars (\$192,000.00); said funds to be expended from the Capital Improvements Budget.

ADOPTED by the Mayor and City Council this 21st day of August, 2006.

SIDNEY A. KATZ, MAYOR and
President of the Council

THIS IS TO CERTIFY that the foregoing
Resolution was adopted by the City Council
in public meeting assembled on the 21st day
of August, 2006.

David B. Humpton, City Manager